

**FUNDING FORMULA BY ISLAMIC PARTICIPATE POSSIBILITY
TO USE AS A ALTERNATIVE OF CREDIT FACILITIES**

THESIS

**Submitted as Partial Fulfillment of the Requirement
For Getting Master Graduate on Management
Program Magister of Management Banks**



by

NORI A SHALLOF

P100130017

**MAGISTER OF MANAGEMENT BANKS
UNIVERSITY OF MUHAMMADIYAH SURAKARTA**

2014

APPROVAL

**UNDING FORMULA BY ISLAMIC PARTICIPATE POSSIBILITY TO USE AS
AN ALTERNATIVE OF CREDIT FACILITIES**

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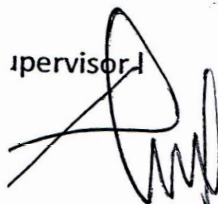
NORI A SHALLOF

P100130017

Approved the supervisor I and supervisor II

for Thesis proposal Master of Management Banks Program university of
Muhammadiyah Surakarta

Supervisor I



19 June 2014

Dr. Anton Agus Setyawan, S.E

supervisor II



Dr. Agung Riyardi

NOTE OF SUPERVISOR I

Dr. Anton Agus Setyawan, S.E
Lecturer Master Program
Muhammadiyah University of Surakarta
Office Note
Subject : Thesis of Nori A Shallof

Dear,
Chairman of the Master Manager Banks
Muhammadiyah University of Surakarta
Assalamu'alaikum Warahmatullahi Wabarakatuh

After reading, researching, reviewing, correcting and make corrections as needed to your thesis:

Name : Nori A Shallof
NIM : P 100130017
Program : Master of Management Banks
Title : Funding Formula by Islamic Participate Possibility to use as an
Alternative of Credit Facilities

With this we assess the thesis and can be approved for a thesis submitted in the trial exam on Master of Management Banks Muhammadiyah University of Surakarta.

Wassalamu'alaikum Warahmatullahi Wabarakatuh

Supervisor I

Dr. Anton Agus Setyawan, S.E

NOTE OF SUPERVISOR II

Dr. Agung Riyardi

Lecturer Master Program

Muhammadiyah University of Surakarta

Office Note

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Supervisor II



Dr. Agung Riyardi

APPROVAL OF THESIS FOR SUBMISSION

FUNDING FORMULA BY ISLAMIC PARTICIPATE POSSIBILITY TO USE AS A ALTERNATIVE OF CREDIT FACILITIES

submitted by

NORI A. SHALLOF

has been examined for all revisions and corrections recommended
by the board of examiners on August 18th, 2014
and is certified to be accepted for submission

THE EXAMINER BOARD

Examiner I

Dr. Anton A. Setyawan, M.Si.

Examiner II

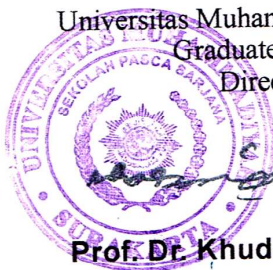
Dr. Agung Riyardi

Examiner III

Prof. Dr. H. M. Wahyuddin, M.S.

Surakarta, August 20th, 2014

Universitas Muhamadiyah Surakarta
Graduate School
Director,



Prof. Dr. Khudzaifah Dimyati


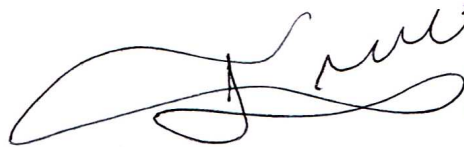
THE WRITER, THE FOLLOWING:

Name : Nori A Shallof
NIM : P 100130017
Program : Master of Management Banks
Concentration : Master of Management Banks
Title : Funding Formula by Islamic Participate Possibility to use as an
Alternative of Credit Facilities

Stating the fact that this thesis is really a result of my own work, except quotation and summaries that I have explained in the source. I have completely understand the fact that if in future this thesis is found as the result of plagiarism, the title given by the Muhammadiyah University of Surakarta to me will be cancelled.

Surakarta, 2014

Who makes a statement,



Nori A Shallof

P 100130017

DEDICATION

Each of the ideas contained in this document are part of Allah SWT guidance to the author and to the lord the prophet Muhammad, the writer dedicates this paper to:

1. Beloved father and mother as well as my extended family, thank you for your compassion and sacrifice.
2. Friends who have always encouraged me, so the writer can complete the study so far.
3. People who will read this document.

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السلام عليكم ورحمة الله وبركاته

Assalamu'alaikum Wr.Wb.

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1. Dr. Anton Agus Setyawan, S.E, Supervisor I and also graduate lecturer of University of Muhammadiyah Surakarta, who has provided guidance and inputs with full sincerity and spend time in charting the preparation of this thesis.
2. Dr. Agung Riyardi, Supervisor II as well as graduate lecturer of University of Muhammadiyah Surakarta, who has provided the knowledge, guidance and feedback to me and the preparation of this thesis.
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5. Thank you very much to my friends who give me support and encouragement to complete this thesis.
6. Of course the introductory sheet is enough to mention names one by one, but I say thank you to all of them for their services and help to I finish my thesis.

The writer realizes that this research paper is far from being perfect because of his limited capability. Thus, revision, suggestion, and criticism are welcomed for the perfection of this work. The writer wishes this research paper would be useful and helpful to readers.

Wassalamu'alaikum Wr.Wb.

Surakarta, 2014

Writer

A handwritten signature in blue ink, appearing to read 'Nori A Shallof', with a large, sweeping underline.

Nori A Shallof

P 100130017

ABSTRACT

Nori A Shallof, P 100130017. Funding Formula by Islamic Participate Possibility to use as an Alternative of Credit Facilities. A Thesis of Post Graduate Program. Muhammadiyah University Surakarta. 2014.

This study talks about the funding method by participation Islamic Bank and the possibility of applying it as an alternative to credit facilities. The study covered making participation activities in the practical life, the idea was implemented by changing the activity of the banks of credit facilities into Islamic participation according to syaria, funding by participation provides permanent work and successful investment within Islamic banks and acting along with the contribution of the Islamic bank in funding by participation and increasing the investment and national income reinforcement and national income reinforcement. An Islamic bank adopting funding by participation will have a successful impact in replacing the credit facilities in the trade banks where establishing Islamic banks.

The fundamental problem that has plagued Bank Republic and all commercial banks in Libya, a deal beneficial usury by granting loans and advances to customers and here we seek participatory process Islamic alternative successful to solve the problem that has plagued the bank of the republic and all Libyan banks which usury Term funding HTP Islamic received acceptance excellent Republic by the bank as an alternative to a successful its investment.

Key word: Islamic banks, syaria, credit

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